GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1084
ANSWERED ON:23.11.2007
CESS ON DIESEL & PETROL
Saradgi Shri Iqbal Ahmed

Will the Minister of FINANCE be pleased to state:

(a) whether the Government is considering to impose a cess of up to 30 paise per litre on diesel and petrol to create more funds for its Mass Rapid Transport System (MRTS);

(b) if so, the details thereof;

(c) whether the revenue generated through the levy would be pumped into the proposed Rs.5000 crore National Transport Revolving Fund that would finance State-of-the art MRTS in the country; and

(d) if so, time by which final decision in this regard is likely to be taken?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) At present, there is no proposal to impose a cess of up to 30 paise per litre on diesel and petrol to create more funds for its Mass Rapid Transport System (MRTS) under the consideration of the Government.

(b), (c) and (d): Does not arise in view of (a) above.